



Project and Lands Committee - April 14, 2010

Comprehensive Everglades Restoration Plan
Managing the 50-50 Cost-Share Balance

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CERP Master Agreement

- Approved by Governing Board and executed on August 13, 2009
- Establishes uniform terms and conditions for future CERP Project Partnership Agreements
- Agreement covers:
 - Construction (including land acquisition and crediting)
 - Operations, maintenance, repair, replacement and rehabilitation



Project Partnership Agreements

- Executed Project Partnership Agreement for Picayune Strand Restoration Project in August 2009
- Estimated land cost = \$200 million
- Estimated construction cost = \$235 million over six to eight years





Project Partnership Agreements Scheduled for Execution in 2010

- L-31 (L-30) North Seepage Management Pilot (\$9.3 million)
- Melaleuca Eradication – Biological Controls Facility (\$1.8 million)
- Site 1 Impoundment (\$118 million over four years)
- Indian River Lagoon South – Phase 1 (\$1.3 billion over 22 years)



CERP Master Agreement

Management of the 50-50 Cost-Share Balance

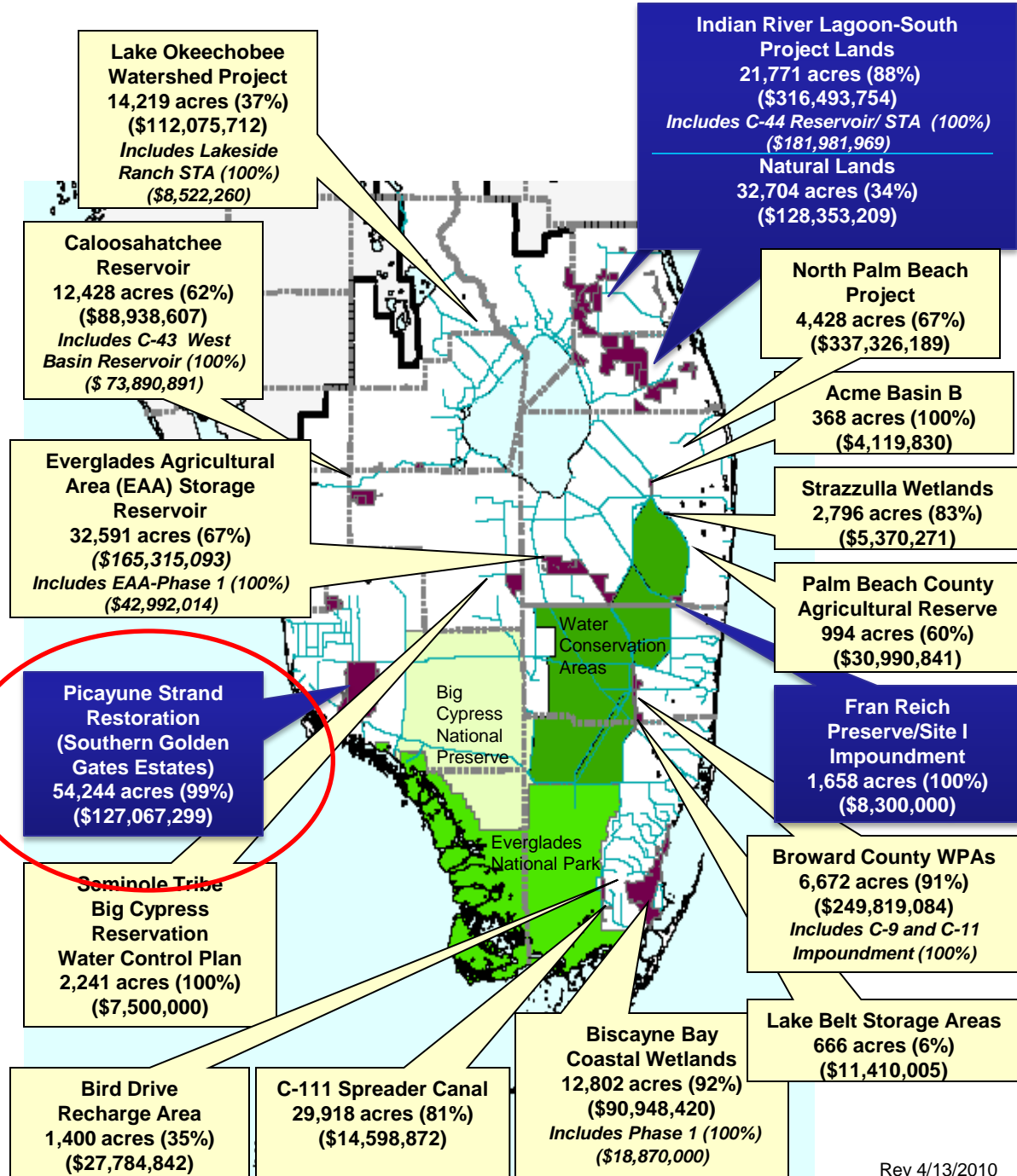
- Only costs for authorized projects with executed Project Partnership Agreements will be considered in the cost-share balance

Comprehensive Everglades Restoration Plan (CERP)

LAND ACQUISITION TO-DATE

**Approximately 233,277 acres
or 60% of the estimated lands
needed for CERP acquired!**

Total costs: \$1.65 Billion expended
\$1.28B - SFWMD/State
\$246M - Federal
\$117M - Local





CERP Master Agreement

- Cost-share is balanced across all CERP projects with executed Agreements
- To avoid a required cash contribution, the total of Federal expenditures must be less than the total of SFWMD's actual credits plus "*projected contributions*"
 - Land acquisition
 - "In-kind Work" on construction



Management of the 50-50 Cost-Share Balance (Cont.)

- The USACE will recognize the SFWMD's "*projected contributions*" as follows:
 - Immediately upon signing the Project Partnership Agreement:
 - The value of all lands needed for the project
 - The cost of construction completed prior to signing the agreement
 - Upon execution of a SFWMD contract for construction
 - The entire amount obligated by the contract



Management of the 50-50 Cost-share Balance (Cont.)

- Quarterly Financial Reports
- Yearly adjustments to maintain 50-50 cost-share balance
 - Revise construction responsibilities for upcoming years
 - Provide federal funding for land acquisition
 - Reschedule execution of Project Partnership Agreements
 - Adjust construction schedules
 - Provide cash contributions, as necessary



Cost Share Formula

Project Partnership Agreement(s)

+

**Design Expenses (PIR planning, project
design, and RECOVER)**

=

Cost Share Formula



Upcoming Project Partnership Agreements

Project	Anticipated PPA Date	Potential Cash Contribution Date (if no other PPAs are executed)
Picayune Strand (Merritt, Faka Union pump)	Executed	
L-31 Pilot	GB Approved	
Site 1	May2010	2010
Indian River Lagoon South	May 2010	2014
Melaleuca Facility	June 2010	
IRL Natural Lands	2013	2017
C-111 Spreader	2013	
Biscayne Bay	2013	Surplus \$179 m +



Design Projections

	FY10	FY11	FY12	FY13	FY14	FY15
Design						
USACE	\$57 M	\$57 M	\$57 M	\$57 M	\$47 M	\$47 M
District	\$26 M	\$23 M	\$22 M	\$16 M	\$15 M	\$15 M
Cost Dif.					\$	(205 M)

Working closely with USACE to manage the design program.

- Maximize District's in-kind contributions
- Adjust schedules to focus on highest priority projects
- Created formal team to work closely on crediting process



Questions?